

City of Orem Tentative Budget Fiscal Year 2016- 2017



Proposed \$100,675,498



Process to this Point

- February 5-- Council Retreat reviewed overarching issues
- February 23-- Work Session-Revenue & Compensation
- March 22-- Work Session-Operational, CIP, Fleet & IT changes
- April 12-- Work Session-Enterprise funds

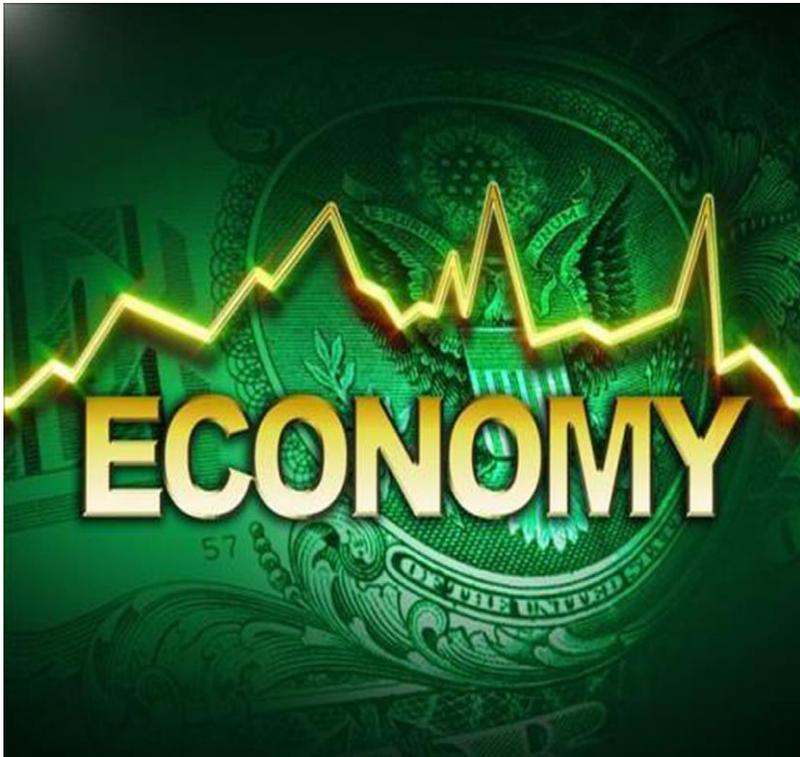


Local Economy

Unemployment 3.4%

Utah Best Business Climate in Nation

Utah County wages up 5.6%



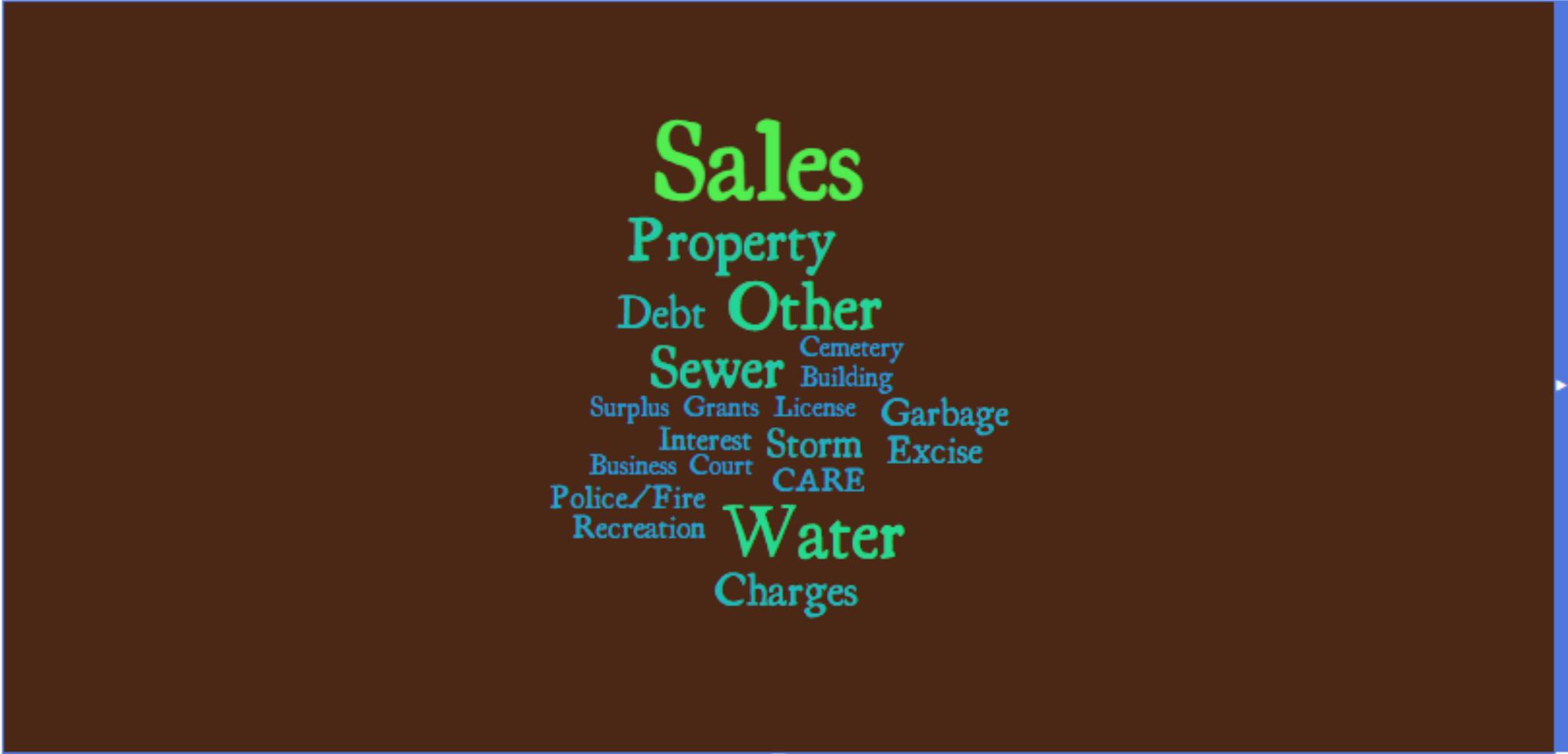
Budget Highlights

- No Tax Increases
- New Positions
- Operations Expansion Requests
- Strategic Studies
- Fleet Replacement
- Capital Projects



Last Jordanelle allotment
increase \$0.25 water base rate





Top Ten Places the Money Goes

1. Public Works 33.7%
2. Non Departmental 17.3%
3. Police 13.4%
4. Administrative Services 11.6%
5. Fire 8.2%
6. City Manager 4.1%
7. Library 3.4%
8. Recreation 2.9%
9. Legal 1.1%
10. Elected Officials 0.5%





Budget Revenue Overview

Fiscal Year	FY 15	FY 16	FY 17
Revenues	\$78,434,750	\$80,408,850	\$83,965,296
Transfers	\$13,767,737	\$16,378,809	\$16,660,202
Appropriation of Surplus	\$191,088	\$325,000	\$50,000
Totals	\$92,393,575	\$97,112,659	\$100,675,498



General Fund Revenue Overview

Fiscal Year	FY 15	FY 16	FY 17
Revenues	\$43,491,963	\$45,636,780	\$46,914,976
Transfers In	\$5,712,022	\$5,298,137	\$5,438,035
Surplus	\$0	\$100,000	\$0
Totals	\$49,203,985	\$51,034,917	\$52,353,011



General Fund Sources of Revenue



Source	Amount	%
Taxes	34,443,868	65.79%
Building/Business Charges	1,918,000	3.66%
Grants	362,500	0.69%
Charges for Services	9,233,637	17.64%
Fines	1,328,000	2.54%
Misc	1,324,481	2.53%
Transfers	3,742,525	7.15%
Total	52,353,011	100.00%

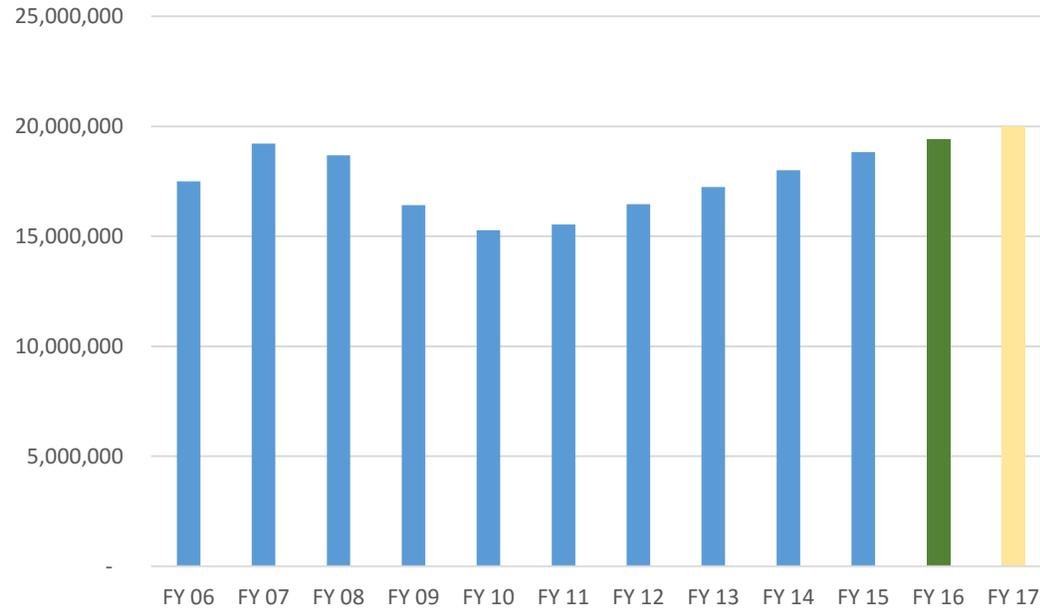
Sales Tax 38% of total
Property Tax 12%
Franchise Tax 15%

Three blue arrows originate from the text labels on the right and point to the 'Taxes' row in the table. The top arrow points to the 'Sales Tax 38% of total' label, the middle arrow points to the 'Property Tax 12%' label, and the bottom arrow points to the 'Franchise Tax 15%' label.

Sales Tax

FY 15	FY 16	FY 17
18,831,055	19,400,000	20,000,000

Sales Tax



Overall Sales Tax Rate 6.85%





Property Tax

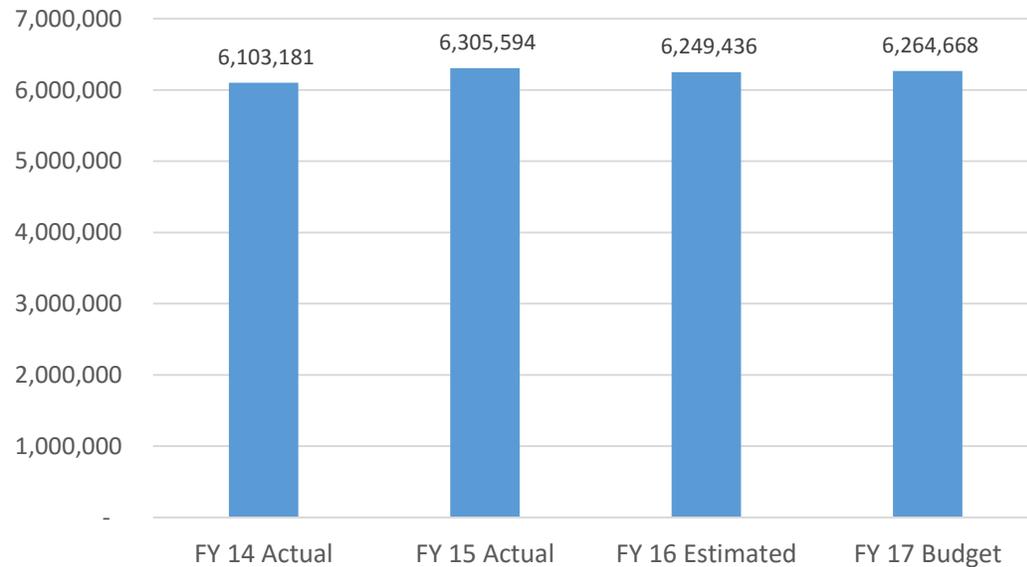
No Proposed Property Tax Increase

City Will Adopt The Recommended Rate

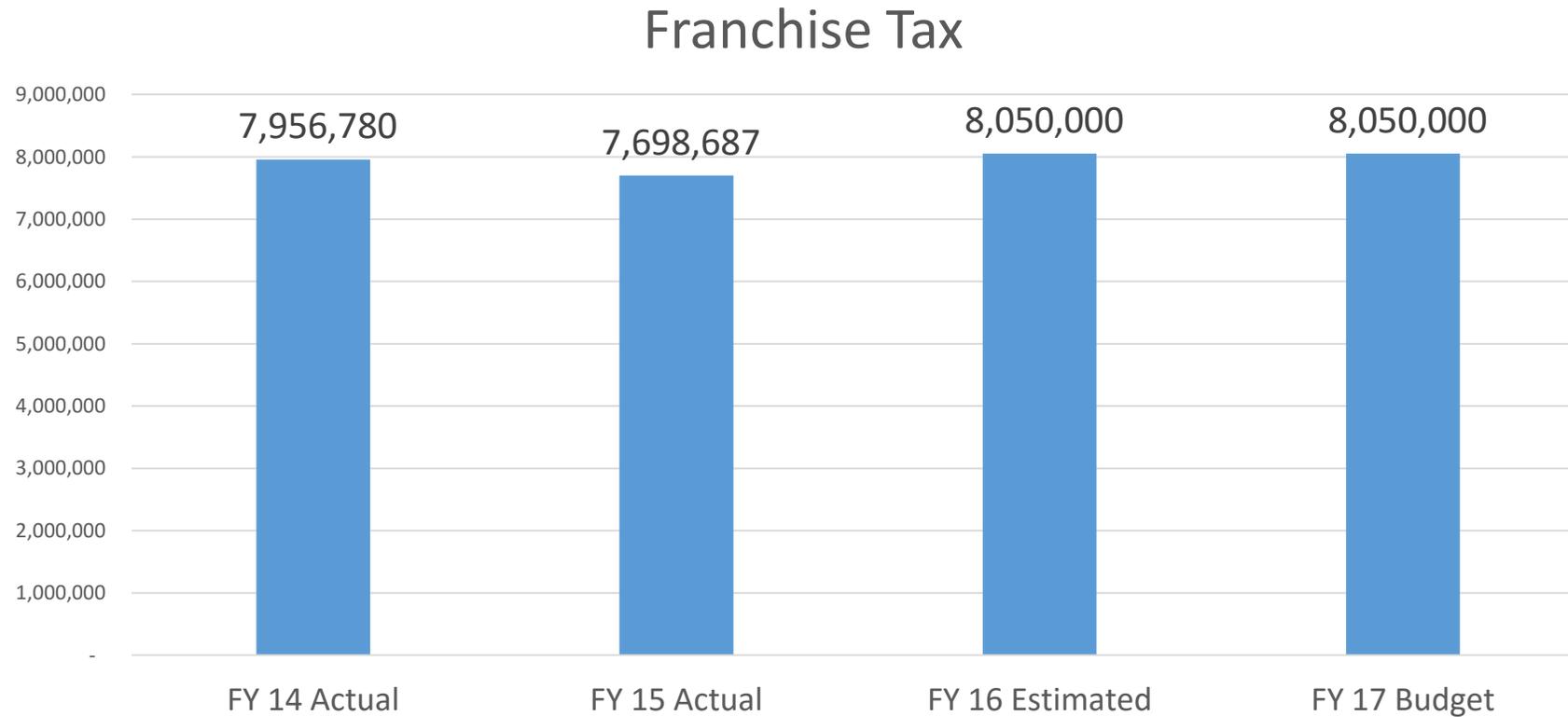
Combined Rate 0.001652

City Portion Of Total Property Tax Bill is 14.53%

General Property Tax



Franchise Tax



Declining # of Phones

Stable Source

6% of Power, Gas,
Water, Sewer



Building Fees

FY 14	FY 15	FY 16	FY 17
\$1,402,873	\$3,052,526	\$1,337,926	\$1,238,000

- Deliberately Under Estimated
- Excess Used for Capital Projects
- Funds New Building Inspector





Police/Fire Contracts

	FY 14	FY 15	FY 16	FY 17
Lindon & Vineyard Fire	\$1,460,288	\$1,642,334	\$1,777,454	\$1,870,371
ASD Police	\$191,044	\$196,775	\$190,000	\$202,000
Totals	\$1,651,332	\$1,839,109	\$1,967,454	\$2,072,371

Vineyard Grown to \$330,000/Yr

Setting Aside \$100K for future Fire Services



Total New Personnel Requests

New Benefitted	New Non-Benefitted	3% Wage Increase	Non-benefitted wage	Total
\$661,050	\$104,100	\$667,641	\$55,740	\$1,488,531



OUR PEOPLE



Recommended New Positions

Associate Engineer \$77,000
(\$15,400 General Fund Impact)

Building Inspector \$85,500

Lead Mechanic \$79,500
(\$58,830 General Fund Impact)

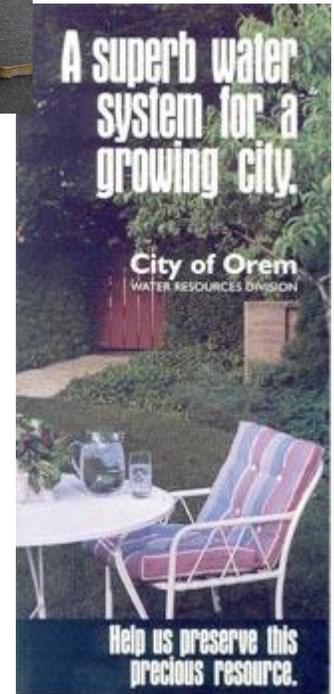


Recommended New Positions

3-Police Officers \$256,500

Public Works Management Analyst
\$95,800
(\$19,160 General Fund Portion)

Public Works Technician-Water \$66,750



Recommended Non-benefitted Positions

Human Resources Intern \$8,100

Develop Services Technician \$38,000

Planning Intern \$10,000

Variable Hour Attorney \$30,000

Utility Service Specialist \$18,000



1/3 2016



Total Recommended Operations Expansions



\$233,131 On-going

Recommended Operations Expansions

Council Meeting Broadcast Software \$4,800

Reinstate Tuition Reimbursement \$40,000

In-house Training City-wide \$30,000

Cover Expected Increase in Indigent
Defense Contract \$15,000

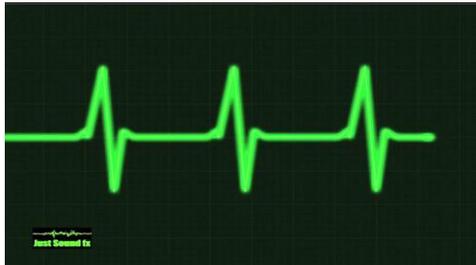


Recommended Operations Expansions

Police Citation Software Module \$8,056



Ambulance Stretcher Annual Set-aside
\$30,000



Cardiac Monitor Annual Set-aside \$30,000



Murdock Canal Trail Maintenance
\$45,000



Facility Upgrades \$243,775



Fleet Maintenance

Personnel \$446,202

Operations \$263,798



FY 17 Fleet

- Total 21 Vehicles (Police, parks, fire, car pool) \$765,000
- Enterprise Funds (dump trucks, sweepers, Vac Truck) \$750,000
- Fire Apparatus Set-aside \$150,000



Information Technology (IT)



Personnel \$1,216,671

Operations \$705,910

Capital \$77,419



IT Equipment Upgrades \$279,803

Servers



Desktops



Laptops



Miscellaneous



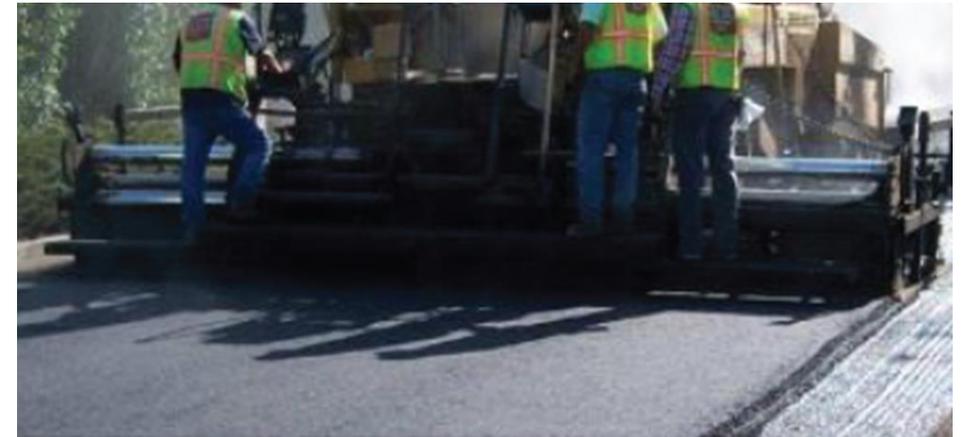
Road Fund Revenue Overview

Fiscal Year	FY 15	FY 16	FY 17
Revenues	\$2,305,000	\$2,545,000	\$3,015,000

Personnel \$25,899

Operations \$978,000

Capital \$2,011,101



STREET OVERLAY



Street Maintenance \$2,284,000



\$275,000

ANNUAL CRACK SEALING



\$475,000

ANNUAL SLURRY SEALING





MICRO-SURFACING

\$150,000



STREET OVERLAY

\$726,000



Water Fund Revenue

Fiscal Year	FY 15 Budget	FY 16 Budget	FY 17 Proposed
Revenues	\$11,419,000	\$11,569,000	\$11,861,280
Transfers In	\$892,377	\$899,440	\$896,858
Totals	\$12,311,377	\$12,468,440	\$12,758,138

Personnel \$2,198,895

Operations \$9,490,243

Capital \$1,069,000



**ANNUAL WATER
QUALITY REPORT**



Click Here



Water System Improvements \$590,000



2" AND 4" WATERMAIN REPLACEMENTS



600 West –400 North to 700 North
640 West, 680 West, 500 North



Water Reclamation Fund Revenue

Fiscal Year	FY 15 Budget	FY 16 Budget	FY 17 Proposed
Revenues	\$7,017,851	\$7,070,500	\$8,087,294
Transfers In	\$10,000	\$10,000	\$10,000
Totals	\$7,027,851	\$7,080,500	\$8,097,294

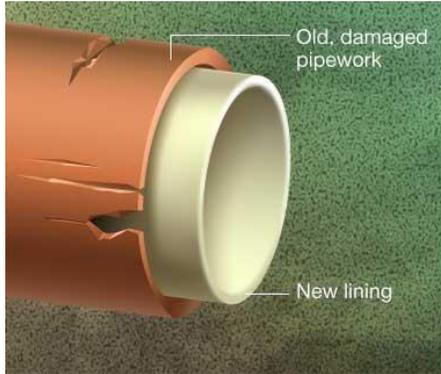
Personnel \$2,102,166

Operations \$4,273,128

Capital \$1,722,000



Water Reclamation Projects \$758,000



Routine Liner Projects



4" LATERAL FOR CEMETERY



MAINTENANCE ELIMINATION PROJECTS



Storm Water Fund Revenue

Fiscal Year	FY 15 Budget	FY 16 Budget	FY 17 Proposed
Revenues	\$3,010,500	\$3,117,977	\$3,717,895
Transfers In	\$100,000	\$100,000	\$90,000
Totals	\$3,110,500	\$3,217,977	\$3,807,895



Personnel \$778,285

Operations \$1,719,610

Capital \$1,310,000



Storm Water Projects \$1,030,000



400 North

900 South 250 West to UVU



Strategic Studies

A close-up photograph of a computer keyboard. A finger is pressing the green key labeled "fees". A yellow rectangular box with the text "Fee Structure" is overlaid on the top left of the image.

Fee Structure

Ensure all City Fees are in line with costs of service and overarching legal and policy guidelines



Recreation Center layout and space utilization with architectural plan.

Studies funded in FY 16



Strategic Studies



Geneva Road Masterplan—create a plan for the long-term economic development for this area.

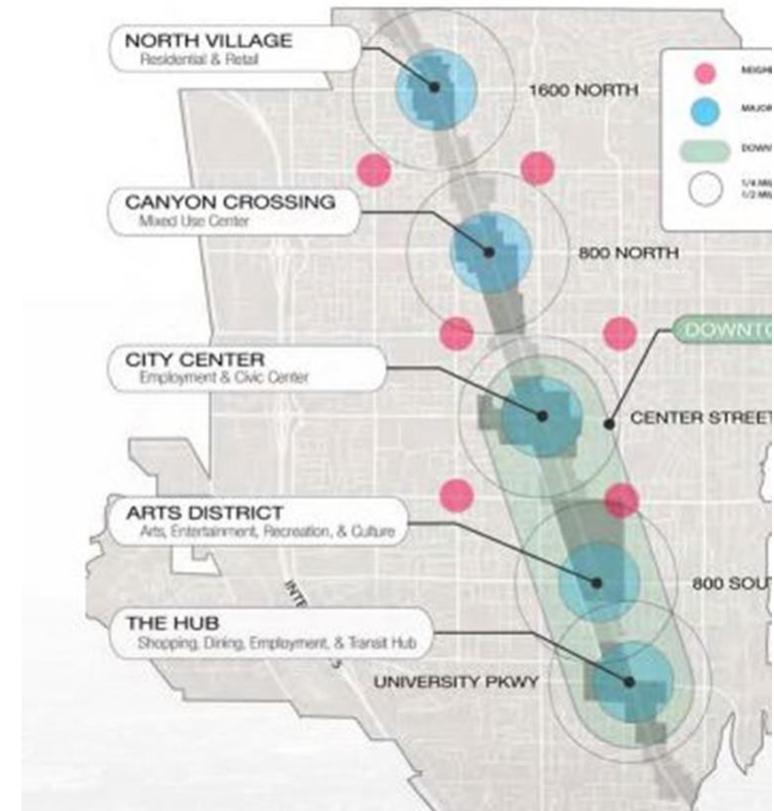


Strategic Plans



Analyze and determine best solution for the City Center complex

State Street District Plan—long-term economic development plan for State Street proposed districts.



Debt Service Fund

Fiscal Year	FY 15	FY 16	FY 17
Revenues	\$2,626,826	\$2,273,250	\$1,937,601
Transfers In	\$4,714,290	\$4,983,064	\$5,042,820
Totals	\$7,341,116	\$7,256,314	\$6,980,421

Principal \$3,450,873

Interest \$483,448

Other \$3,046,100 (streetlights, SID, Parks)



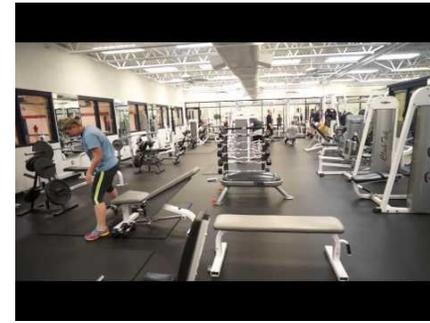


Outstanding Bond Debt Overview

Debt Type	FY 08	FY 11	FY 13	FY 16
General Obligation	\$19,960,000	\$16,460,000	\$13,900,000	\$10,200,000
Revenue Bonds	\$17,100,000	\$11,990,000	\$9,538,000	\$5,080,000
Enterprise Revenue	\$26,098,757	\$34,983,757	\$32,145,757	\$28,553,000
Special Improvement	\$8,554,345	\$7,229,000	\$5,444,000	\$165,000
Totals	\$71,713,102	\$70,662,757	\$61,027,757	\$43,998,000



Recreation Fund Revenues



Fiscal Year	FY 15 Budget	FY 16 Budget	FY 17 Proposed
Revenues	\$1,543,000	\$1,619,750	\$1,594,750
Transfers In	\$125,000	\$175,000	\$402,000
Appropriation of Surplus	\$158,088	\$175,000	\$0
Totals	\$1,826,088	\$1,969,750	\$1,996,750



Personnel \$1,281,051

Operations \$715,699



Solid Waste Fund Revenue

Fiscal Year	FY 15 Budget	FY 16 Budget	FY 17 Proposed
Revenues	\$3,397,000	\$3,406,000	\$3,436,500



Solid Waste Rates

	First Can	Second Can	Recycle	Green Waste
FY 17	\$10.65	\$9.65	\$3.20	\$5.70
FY 16	\$10.65	\$9.65	\$3.20	\$5.70
FY 15	\$10.50	\$9.50	\$3.05	\$5.55



Solid Waste Expenses



Take Pride in Orem Projects \$202,251

Hauling contract \$1,850,000

North Pointe Transfer Station Fees \$800,000

Specialty Disposal \$145,000 (Coupons, Green, Recycle)

Misc. \$439,249



Purchasing/Warehouse

Personnel \$232,323

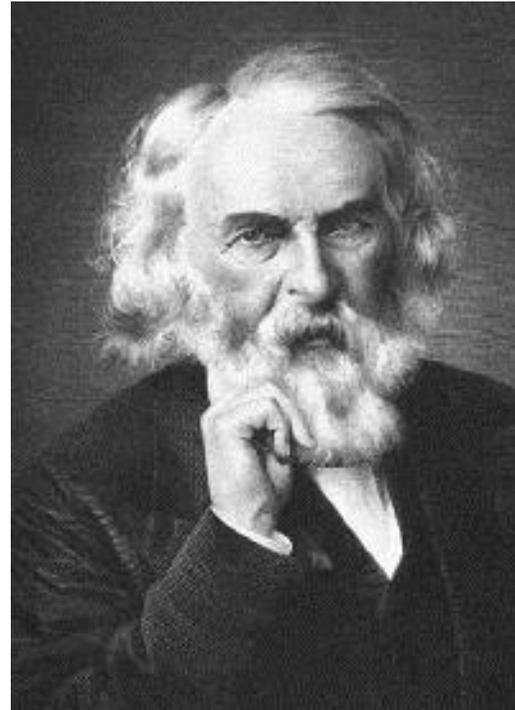
Operations \$102,677



Self-Insurance Fund/Risk Management

Personnel \$79,127

Operations \$1,645,873

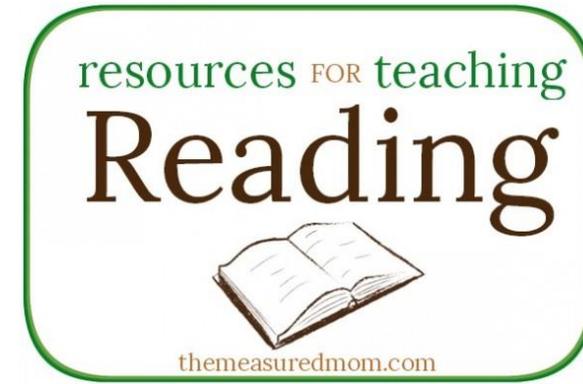


"It takes less time to do a thing right, than it does to explain why you did it wrong."

*Henry Wadsworth
Longfellow*



Community Development



Personnel \$105,162

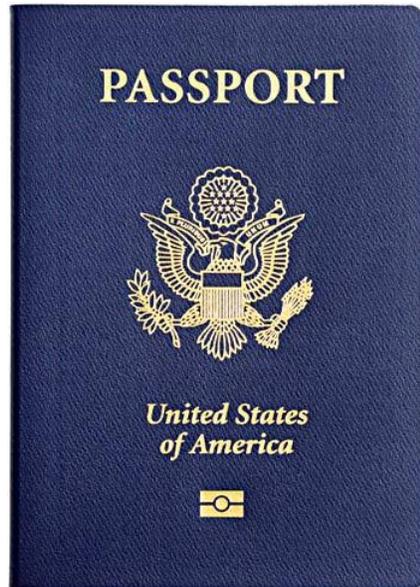
Operations \$655,077

Capital \$100,000



Fees & Charges Recommended Changes

Fee	From	To
Passport Overnight Fee	\$20.00	\$25.00
Passport Photos	\$13.00	\$16.00
Photos Second Set	N/A	\$8.00



Fees & Charges Recommended Changes

Fee	From	To
Business License Base	\$150.00	\$100.00
New Business-Set Up		\$50.00
Commercial Base Fee	\$30.00	\$0.00





Fees & Charges Recommended Changes

Fee	From	To
Fence Modification Waiver	\$100.00	\$500.00
Subdivision- Site Plan Admn Approval	\$500.00	\$600.00
Temporary Site Plan	\$100.00	\$175.00



Fees & Charges Recommended Changes

Fee	From	To
Temp Occupancy Multi-unit (on-site improvements not complete)		\$375.00
Some units occupied		\$375/Building \$30.00/Unit





Fees & Charges Recommended Changes

Fee	From	To
Engineering After Hours Fee		\$100.00 min. + \$60.00 hr over 2 hrs
Street Light Pole, Base & Fixture	\$3,600.00	\$3,825.00
Street Light Junction Box & Install	\$175.00	\$185.00
Street Light LED, Driver & Eye	\$535.00	\$545.00





Fees & Charges Recommended Changes

Fee	From	To
Street Light Cable 7 Conduit- \$1.50/ft. (avg. 65')		\$97.50
Street Light Trench for Power	\$452.00	\$552.00
Street Light Corridor Pole, Base & Fixture	\$3,500.00	\$3,610.00
Corridor Pole LED, Driver & Eye	\$345.00	\$360.00



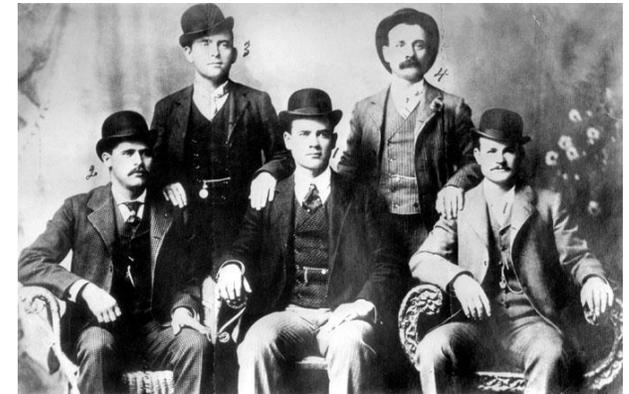
Fees & Charges Recommended Changes

Fee	From	To
Corridor Street Light Trench For Power-\$8.50/ft. (Avg. of 65ft)	\$452.00	\$552.50



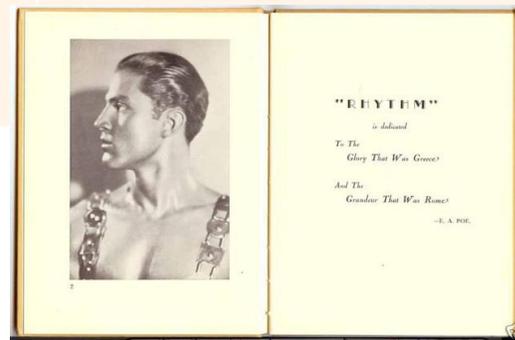
Fees & Charges Recommended Changes

Fee	From	To
Library Copies Historic Photos	\$2.00 Each	\$4.00 Each
Genealogy Fan Chart	\$2.50	\$5.00
Damaged/Missing Security or RFID Tag	\$1.50	\$2.00
Opaque Projector Use	\$0.50/30 Minutes	Free



Fees & Charges Recommended Changes

Fee	From	To
Repair Damaged Book Cleanable Markings	\$1.25/Page	\$1.50/Page
Repair Damaged Book Clear Protective Cover	\$1.00	\$2.00
Repair Damaged Book Vistafoil Covering		\$5.00
Repair Damaged Book Fly Page Replacement		\$3.50



Fees & Charges Recommended Changes

Fee	From	To
Lost Cassette or CD Pouch	\$5.00	\$6.00
Lost DVD Security Hub	\$0.50	\$1.00
Lost Media Kit	\$25.50	\$50.00
Lost Pamphlet File Carrier	\$0.50	\$1.00





Fees & Charges Recommended Changes

Fee	From	To
Lost Pamphlet File Material	\$1.75	\$2.00
Lost Paperback Book	\$8.00	\$9.00
Lost Read Along Book	\$30.00	\$35.00
Lost Reference Book	\$75.50	\$80.00



Fees & Charges Recommended Changes

Fee	From	To
Lost Tyvek Envelope	\$0.50	\$1.00





Fees & Charges Recommended Changes

Fee	From	To
Police All Video Reports/Camera		\$45.00
Police Reports	\$15.00	\$16.00
Traffic School	\$60.00	\$65.00

The City will produce over 5,900 Police reports next year!



Fees & Charges Recommended Changes

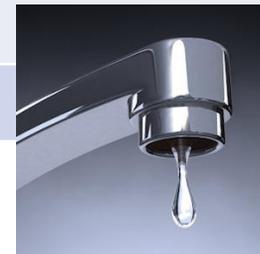
Fee	From	To
Cemetery Burial Lot Transfer Fee (resident to resident, non-resident to non-resident, or non-resident to resident)	\$0.00	\$15.00

Things you are dying to know: The transfer fee from a resident to non-resident is \$300.00 to cover the cost of a non-resident burial fee.



Fees & Charges Recommended Changes

Fee	From	To
Water Base Rate ¾" Meter	\$14.19/month	\$14.44/month
Water Base Rate 1" Meter	\$35.95/month	\$36.59/month
Water Base Rate 1 ½" Meter	\$101.22/month	\$103.00/month
Water Base Rate 2" Meter	\$166.50/month	\$169.43/month
Water Base Rate 3" Meter	\$253.55/month	\$258.02/month
Water Base Rate 4" Meter	\$427.61/month	\$435.14/month
Water Base Rate 6" Meter	\$1080.38/month	\$1,099.42/month
Water Base Rate 8" Meter	\$1,443.05/month	\$1,468.48/month
Water Base Rate 10" Meter	\$2,164.59/month	\$2,202.72/month



Fees & Charges Recommended Changes

Fee	From	To
Recreation Personal Trainer	\$45.00/session	\$50.00/session
Racquetball-League	\$30.00/player	\$36.00 non-member, \$16.00/member
Racquetball Private (1-Hour Class)	\$15.00/class	\$24.00/class
Racquetball Tourney Youth	1 st Event \$15.00	1 st Event \$15.00 2 nd Event \$5.00



Fees & Charges Recommended Changes

Fee	From	To
Scout Pow Wow-Archery	\$15.00/individual	\$20.00/individual
Wellness Testing Programs Infared Fat Test	\$5.00	\$10.00



Fees & Charges Recommended Changes

Fee	From	To
Park Pavilion Large Pavilion Weekdays	\$45.00/block	\$50.00/block

A block is a 4-hour time frame. Usually early afternoon or evening





Fees & Charges Recommended Changes

Fee	From	To
Rec Center Business Pass 5 to 250	\$85.00/person	\$90.00/person
Rec Center Business Pass 251 to 500	\$80.00/person	\$85.00/person
Rec Center Business Pass 501 to 750	\$75.00/person	\$80.00/person
Rec Center Business Pass 751 to 1,000	\$70.00/person	\$75.00/person
Rec Center Business Pass 1,001+	\$65.00	\$70.00

Non-Orem business (total number of eligible business members listed)





Fees & Charges Recommended Changes

Fee	From	To
Rec Center Business Pass 5 to 250	\$60.00	\$65.00
Rec Center Business Pass 251 to 500	\$55.00	\$60.00
Rec Center Business Pass 501 to 750	\$50.00	\$55.00
Rec Center Business Pass 751 to 1,000	\$45.00	\$50.00
Rec Center Business Pass 1,000+	\$40.00	\$45.00

Orem Business fee





Fees & Charges Recommended Changes

Fee	From	To
Basketball Court Full Gymnasium		\$75.00/hour
Basketball Court Half Gymnasium		\$50.00/hour
Locker Key Replacement	\$10.00	\$14.00
Racquetball Court		\$20.00/hour/court
Swimming Pool Lanes		\$15.00/hour/lane

Rec Center Daily Rates





Fees & Charges Recommended Changes

Fee	From	To
1 to 24	\$4.00/each	\$4.25/each
25 to 74 (discount 10%)	\$3.60/each	\$3.80/each
75 to 124 (discount 15%)	\$3.40/each	\$3.60/each
124+ (discount 20%)	\$3.20/each	\$3.40/each

Rec Center Adult Group Discount Rates





Fees & Charges Recommended Changes

Fee	From	To
1 to 24	\$3.00/each	\$3.25/each
25 to 74 (discount rate 10%)	\$2.70/each	\$2.90/each
75 to 124 (discount rate 15%)	\$2.55/each	\$2.75/each
124+ (discount rate 20%)	\$2.40/each	\$2.60/each

Rec Center Youth Group Discount

Rec Center Monthly EFT Set up Fee \$40.00



Questions?



Council Action

- Adopt the Tentative Budget
- Set Public Hearing for June 14, 2016 at 6:00 pm







Redevelopment Agency Tentative Budget

Fiscal Year 2016-2017



RDA Revenues

RDA Area	FY 14 Actual	FY 15 Actual	FY 16 Estimated	FY 17 Budget
All Available	\$3,871,985	\$2,466,255	\$1,805,931	\$1,669,924

The RDA has had up to seven active areas. Today there is only 1 active area. However, “Haircut” revenue is being received from all 7 areas.





RDA Expenses (All Expenses are Operational in Nature)

Project Area	Operational Budget
85-01 (Debt Service)	\$400,000
85-02 (Debt Service)	\$185,000
85-3A (Mazda Participation & Debt Service)	\$280,000
85-3B (Debt Service)	\$579,924
85-04 (Debt Service)	\$50,000
87-10 (Debt Service)	\$75,000
90-08 (Debt Service)	\$100,000
Total	\$1,669,924



RDA Related Debt

FY	Principal	Interest	Total
FY 17	\$1,125,000	\$163,024	\$1,288,024
FY 18	\$1,190,000	\$112,398	\$1,302,398
FY 19	\$435,000	\$63,221	\$498,221
FY 20	\$335,000	\$46,782	\$383,800
FY 21	\$350,000	\$33,800	\$383,800
FY 22	\$240,000	\$19,800	\$259,800
FY 23	\$255,000	\$10,200	\$265,200
Total	\$3,930,000	\$449,225	\$4,379,225



Council Action

- Adopt the Tentative Budget
- Set Public Hearing for June 14, 2016 at 6:10 pm







Street Lighting

Revenue Description	FY 14 Actual	FY 15 Actual	FY 16 Estimate	FY 17 Budget
Street Light Fees	\$880,246	\$892,208	\$880,000	\$900,000
Interest Earnings	\$3,405	\$3,717	\$5,000	\$5,500
Miscellaneous	\$118,54	\$80,030	\$0	\$25,000
Contributions	\$468,000	\$615,000	\$675,000	\$715,000
Total	\$1,469,905	\$1,590,955	\$1,560,000	\$1,645,500





Street Lighting Expenses

Description	Personnel	Operations	Capital	Total
Operating Budget	\$124,886	199,267	\$220,166	\$544,319
Power		\$420,000		\$420,000
System Lease		\$681,181		
Total	\$124,886	\$1,300,448	\$220,166	\$1,645,500

The FY 17 capital project is to purchase the existing Rocky Mountain Power poles in the City.



Council Action

- Adopt the Tentative Budget
- Set Public Hearing for June 14, 2016 at 6:20 pm



The End









